

MINUTES OF SPECIAL MEETING
2007 SERIES D SINGLE FAMILY MORTGAGE BONDS
October 17, 2007, 9:00 A.M.

Notice having been given, the Montana Board of Housing held a special meeting on the sale and awarding of its 2007 Series D Single Family Mortgage Bonds. The meeting took place via teleconference to discuss the Bond Resolution, awarding of the bonds, final pricing, and the Purchase Contract. Present were:

Board members:	J.P. Crowley, Betsy Scanlin, Jeff Rupp, Susan Moyer, Bob Gauthier
MBOH Staff:	Bruce Brensdal, Mat Rude, Chuck Nemec, Diana Hall,
Legal Counsel:	Pat Melby
Bond Counsel:	Kutak Rock – Ann Atkinson and Marilyn
UBS:	Peter Nolden and Mina Choo
Orrick Herrington:	Steve Spitz
Wells Fargo, Trustee:	Sandra Shupe

J.P. Crowley convened the meeting at 9:05 a.m. after a roll call was taken and a quorum was established.

Peter Nolden said the sale of bonds was very successful. The scale was slightly lower in yield than was proposed on Monday. The 30-year bond was priced at 5.20 and all of the bonds have been sold with permanent investors. Both Moodys and Standard and Poors confirmed the ratings of AA1 and AA+ respectively. There were 4 bids and the best bid was from Robo Bank, a Dutch bank who was the investment provider on the last deal. They had a collateralized obligation at a rate of 4.711% and was significantly better than the other bids. Bond rates that were obtained with a mortgage rate of 6.125% and that is the maximum rate. Montana Board of Housing (MBOH) has committed \$9 million against this issue at that rate. A good faith deposit was wire transferred to the trustee, Wells Fargo Bank and they acknowledged receipt. Bonds are scheduled to close on November 13.

Betsy Scanlin moved to approve the Bond Resolution of awarding the bonds and authorize the execution of the Purchase Contract. Susan Moyer seconded the motion. The Chairman asked for any discussion or questions. The motion was approve unanimously.

Bruce will e-mail the Bond Purchase Contract with his signature.

The meeting adjourned at 9:20 a.m.

J.P. Crowley, Chairman

Date

Bruce Brensdal Executive Director

Date